

47. STEEL COMPLEX LIMITED

I Date of incorporation	12th December, 1969		
II Address - Registered Office	P.B No.42, Feroke - 673 631, Calicut		
	Factory	Cheruvannur	
III Phone, Gram & Fax	0495 2483328 to 2483332,		
	Fax: 2483043		
	Gram: SEECOM, Feroke - 673 631		
IV Administrative Dept. (Under Govt.)	Industries Department		
V Name of Chairman	Shri. Kothambra Kunhammed Haji		
VI Name of Managing Director	Shri. K. Unneenkutty		
VII Present Activities	Producing and marketing of steel billets and constructional steel items		
VIII Manpower as on 31-3-05	No.	Average Emoluments per person (Rs. per month)	
a. Workers (all non-supervisory employees in factory, office and field)	114	5178.00	
b. Supervisory Staff (in factory, office and field)	90	5763.60	
c. Executives	13	6661.00	
d. Senior Executives (Heads of department and above)	4	12157.00	
	Total	221	
		2002-03	2003-04
			2004-05
IX Bonus			
a. Payable (%)	8.33	8.33	8.33
b. Paid (%)		8.33	8.33
8.33			
X Financial Position (Rs.in lakhs)			
A. Liabilities			
1. Capital			
a. Authorised capital	1625.00	1625.00	1625.00
b. Paid up capital	700.00	700.00	700.00
2. Reserves & Surplus			
a. Other reserves	0.29	0.29	0.29
3. Long-term loans			
a. Government	2388.08	2586.99	3063.87
b. KSIDC	634.62	695.07	761.86
c. KMML	16.17	18.12	15.00
d. ST arrears	-	-	87.39
4. Current liabilities & provisions			
a. Bank borrowings for working capital SBI	1001.01	978.96	917.57
b. Bills payable	563.55	590.64	-
c. Sundry creditors	865.83	716.86	151.48
d. Other current liabilities	460	124.63	729.21
e. ST Defer.	-	-	523.21
	Total	6629.55	6411.56
			6949.88

B.	Assets			5.	a.
Fixed assets:Gross Block	719.02	719.07	719.00		
b. Less: Depreciation	561.83	569.80	578.03		
c. Net fixed assets	157.19	149.27	140.97		
d. Capital work in progress	-	-	11.17		
6. Investments	1.30	1.30	1.30		
7. Current assets					
a. Cash & Bank balance	125.80	122.69	88.64		
b. Advances	687.13	692.58	796.48		
c. Sundry debtors	572.97	182.03	168.39		
d. Prepaid Expenses	2.61	2.76	2.63		
e. Stock					
i) Raw materials	0.81	0.85	41.90		
ii) Semi-finished goods (Work-in-process)	-	-	-		
iii) Finished goods	193.59	193.47	298.35		
iv) General stores & spares	94.29	92.08	109.01		
f. Other current assets	7.66	7.66	-		
8. Miscellaneous expenditure not written off/adjusted					
a. Preliminary expenses	7.51	7.51	7.51		
b. Others	-	-	256.50		
c. P & L Account (Accumulated loss, if any)	4778.69	4959.36	5027.03		
Total	6629.55	6411.56	6949.88		
C. Other Details					
1 Share distribution(%)					
a. State Govt.	42.85	42.85	42.85		
b. Public	12.40	12.40	12.40		
c. Financial institutions (KSIDC)	44.75	44.75	44.75		
Total	100.00	100.00	100.00		
2 Net worth	-4085.91	-4266.58	-4590.75		
3 Capital employed	-1048.34	-967.70	-663.93		
4 Capital invested	3738.87	4000.18	4628.12		
5 Working capital (Current assets - Current liabilities)	-1205.53	-1116.97	-816.07		
XI Working results: (Rs. in lakhs)					
1. Income					
a. Sales/Service charges	1734.05	730.49	491.20		
b. Other Income	16.81	70.29	526.23		
c. Increase / decrease in stock of finished goods & work-in-progress	23.41	1.92	104.89		
Total	1774.27	802.70	1122.32		
2. Expenditure					
a. Raw materials,chemicals etc. consumed	1120.72	370.95	363.61		
b. Power, fuel and water charges	74.88	26.87	12.68		
c. Other expenses	97.21	79.13	342.44 *		
d. Personnel expenses	250.22	243.92	201.46		
e. Interest & Bank charges	227.17	259.97	264.24		

f.	Administration expenses	47.11	47.10	94.86* *
g.	Selling & distribution expenses (conv.charge)	-	-	36.06
h.	Excise duty	234.33	99.79	61.93
i.	Depreciation	8.96	7.99	8.21
	Total	2060.60	1135.72	1385.49
	Operating profit/loss(+/-)	-286.33	-333.02	-263.17
	+/- Prior period adjustment	5.07	152.37	195.51
	Net profit/loss (+/-)	-281.26	-180.65	-67.66
XII Taxes & duties:				
a.	Excise duty	234.33	99.79	61.93
b.	Sales Tax	58.49	27.05	19.86
c.	CST	2.29	0.05	0.10
XIII Dividend				
		Nil	Nil	Nil
XIV Long Term Loans (Rs. in lakhs)				
		State	KSIDC	Others
	(including interest)	Govt.		Total
a.	Opening balance (01-04-04)	2586.99	695.07	15.00
b.	+Additional loans availed during the year	392.00	-	-
c.	+Interest due for the year	84.90	66.78	-
d.	-Payments made during the year (Principal + Interest)	-	-	-
e.	Closing balance (As on 31-03-05)	3063.89	761.85	15.00
f.	Loan amount covered by Govt. guarantee (SBI)	-	917.56	-
XV Interest charges on term loans				
		State	KSIDC	Total
		Govt.		
a.	Opening balance (Interest outstanding)	509.42	299.48	808.90
b.	+Interest due for the year	84.90	66.78	151.68
c.	-Interest paid during the year	-	-	-
d.	Closing balance (Interest outstanding)	594.32	366.26	960.58
XVI Statutory dues as on 31-03-05				
		Opening Balance as on 01-04-04	Amount paid during the year	Balance to be paid on 31-03-05
a.	Provident Fund/Int.	2.44	36.13	11.99
b.	ESI	0.84	9.65	0.81
c.	Gratuity	-	8.19	-
d.	Guarantee Commission	29.39	29.39	8.33
e.	Others (TDS)	0.14	2.06	5.15

XVII Production: (Rs. in lakhs)

2003-04						
Sl. No.	Products	Unit	Capacity	Budgeted production	Production during the year	% of capacity utilised

		Licensed	Installed	Qty.	Value	Qty.	Value	Licensed	Installed	
i.	Steel Billets	MT	50000	55000	27000	4185.00	9596.746	6098.21	19.00	17.00

2004-05										
Sl. No.	Products	Unit	Capacity		Budgeted production		Production during the year		% of capacity utilised	
			Licensed	Installed	Qty	Value	Qty	Value	Licensed	Installed
i.	Steel Billets	MT	50000	55000	27000	4185.00	2183.704	338.47	31.00	28.00
ii.	Job work						13152.234			

XVIII Sales(Product-wise) (Rs. in lakhs)

2003-04							
Sl. No.	Products	Unit	Budgeted Sales		Sales for the year		
			Qty	Value	Qty.	Value	
i.	Steel Billets	MT	30000	4385.00	2082.295	319.60	
ii.	Rounds/Tor,etc.	MT	27000	5805.00	1883.849	408.07	
iii.	Others	MT	-	-	20.000	2.83	
Total				10190.00	3986.144	730.50	

2004-05							
Sl. No.	Products	Unit	Budgeted Sales		Sales for the year		
			Qty	Value	Qty.	Value	
i.	Steel Billets	MT	30000	4385.00	27.040	5.96	
ii.	Rounds/Tor,etc.	MT	27000	5805.00	1731.684	485.23	
iii.	Others	MT	-	-	-	-	
Total				10190.00	1758.724	491.19	

XIX Financial / Operating ratios	2002-03	2003-04	2004-05
a. Debt-equity ratio	4.34:1	4.71:1	5.61:1
b. Current ratio	0.58:1	0.54:1	0.65:1
c. Receivables to sales (in months)	3.97	2.99	4.11
d. Stock of finished goods to sales (in months)	1.34	3.18	7.29
e. Stock of raw materials to consumption (in months)	0.01	0.03	1.38
f. Consumption to sales (%)	64.63	50.78	74.02
g. Net profit to sales(%)	-16.22	-24.73	-13.77
h. Return on investment (%)	-ve	-ve	-ve

XX Status of Accounts

- Year up to which Accounts have been finalised by the company 2004-05
- Year up to which audit is complete 2004-05

XXI Employee Development:	2002-03	2003-04	2004-05
(i) No. of persons sent for external training programme	-	5	4

XXII Income-tax Benefits/Reduction/Relief

- Have you initiated any activity or project during the year that would result in income tax benefits/reduction/relief for the company? No

XXIII Summary of Performance

During the year under review, the production has gone up to 15335.94 MT as against 9596.75 MT during the previous year. However, the turnover of the Company has reduced to Rs.491.20 lakhs as against the turnover of Rs.730.49 lakhs. In spite of the reduced turnover, the net loss during the period has come down to Rs.67.66 lakhs as compared to Rs.180.65

lakhs during 2003-04. The networth has further eroded and working capital position remains negative. The accumulated loss at the end of the year is Rs.5027.03 lakhs.

It is reported that the BIFR scheme period is completed by March 2004 and the Company is proposed to be restructured by the Government of Kerala with a revival package.

THE AUDIT OF ACCOUNTS OF THE COMPANY IS COMPLETE AND UP-TO-DATE.